



STATE OF ILLINOIS
EXECUTIVE OFFICE OF THE GOVERNOR
GOVERNOR'S OFFICE OF MANAGEMENT AND BUDGET

MAY 12, 2026

April 2026 Report on the Fiscal Year 2026 Budget

In accordance with 20 ILCS 3005/7.4, this report contains information regarding General Funds revenues, General Funds expenditures, and appropriation line transfers in excess of 2 percent in a fiscal year.

Year-to-Date General Funds Revenues

Budgeted figures below reflect the forecast published in February 2026.

General Funds Monthly Revenues					
Through April 2026					
(\$ millions)					
	April FY25 Actual	April FY26 Budgeted*	April FY26 Actual	Budgeted vs Actual	
				Dollar Variation	Percent Variation
Individual Income Tax	\$ 4,519	\$ 4,227	\$ 4,566	\$ 338	8.0%
Corporate Income Tax	\$ 1,202	\$ 1,032	\$ 1,104	\$ 72	7.0%
Sales Tax	\$ 895	\$ 932	\$ 916	\$ (16)	(1.8%)
Public Utility	61	62	61	\$ (1)	(1.8%)
Cigarette	15	14	15	\$ 1	8.1%
Inheritance	45	45	43	\$ (1)	(2.9%)
Liquor	14	15	14	\$ (1)	(7.4%)
Insurance	8	6	37	\$ 31	526.3%
Corporate Franchise	23	11	19	\$ 8	76.8%
Investment Income	92	37	118	\$ 81	220.4%
Cook County IGT	-	-	-	\$ -	0.0%
Other	27	27	28	\$ 1	2.8%
TOTAL STATE REVENUES	\$ 6,901	\$ 6,408	\$ 6,921	\$ 513	8.0%
Federal Revenues	\$ 94	\$ 251	\$ 210	\$ (41)	(16.2%)
Transfers In	\$ 164	\$ 219	\$ 174	\$ (46)	(20.8%)
Lottery	70	63	72	\$ 9	14.7%
Gaming	16	17	10	\$ (7)	(39.8%)
Adult-Use Cannabis	9	11	10	\$ (1)	(12.3%)
Sports Wagering	28	13	36	\$ 22	165.7%
Other	41	115	46	\$ (69)	(59.9%)
TOTAL BASE REVENUES	\$ 7,159	\$ 6,878	\$ 7,305	\$ 427	6.2%
Transfer to Repay Payroll					
Borrowing	\$ -	\$ -	\$ -	\$ -	0.0%
TOTAL REVENUES	\$ 7,159	\$ 6,878	\$ 7,305	\$ 427	6.2%

General Funds Year-to-Date Revenues					
Through April 2026					
(\$ millions)					
	FY25 YTD Actual	FY26 YTD Budgeted*	FY26 YTD Actual	Budgeted vs Actual	
				Dollar Variation	Percent Variation
Individual Income Tax	\$ 23,712	\$ 24,223	\$ 24,704	\$ 481	2.0%
Corporate Income Tax	\$ 3,863	\$ 3,477	\$ 3,600	\$ 122	3.5%
Sales Tax	\$ 8,792	\$ 8,966	\$ 8,914	\$ (52)	(0.6%)
Public Utility	614	604	616	12	2.0%
Cigarette	156	145	146	2	1.2%
Inheritance	510	719	726	7	1.0%
Liquor	146	142	141	(1)	(0.7%)
Insurance	407	488	528	40	8.2%
Corporate Franchise	171	159	175	16	10.0%
Investment Income	649	595	677	81	13.7%
Cook County IGT	244	244	244	-	0.0%
Other	365	348	349	2	0.5%
TOTAL STATE REVENUES	\$ 39,629	\$ 40,109	\$ 40,819	\$ 710	1.8%
Federal Revenues	\$ 3,279	\$ 3,267	\$ 3,170	\$ (97)	(3.0%)
Transfers In	\$ 1,940	\$ 2,614	\$ 2,574	\$ (41)	(1.6%)
Lottery	660	688	678	(10)	(1.5%)
Gaming	158	220	213	(6)	(2.9%)
Adult-Use Cannabis	94	93	89	(4)	(4.5%)
Sports Wagering	161	287	314	27	9.5%
Other	867	1,327	1,279	(48)	(3.6%)
TOTAL BASE REVENUES	\$ 44,848	\$ 45,990	\$ 46,563	\$ 573	1.2%
Transfer to Repay Payroll					
Borrowing	\$ -	\$ -	\$ 2	\$ 2	0.0%
TOTAL REVENUES	\$ 44,848	\$ 45,990	\$ 46,564	\$ 574	1.2%

Source: Illinois Office of the Comptroller and Governor's Office of Management and Budget

*Budgeted figures are based on historical averages as well as information from the Department of Revenue on estimated timing of certain tax deposits.

General Funds Revenue Revision

Below is an updated General Funds revenue forecast for Fiscal Year 2026 and Fiscal Year 2027. Details on the revision are included in the table and sections below. Revisions consider actual receipts through April 30, 2026.

General Funds Revenue Revision								
(\$ millions)	Fiscal Year 2026				Fiscal Year 2027			
	February 2026 Estimate	April 2026 Estimate Revision	Dollar Variation	Percent Variation	February 2026 Estimate	April 2026 Estimate Revision	Dollar Variation	Percent Variation
Individual Income Tax	\$ 28,686	\$ 29,156	\$ 470	1.6%	\$ 29,632	\$ 29,401	\$ (231)	(0.8%)
Corporate Income Tax	\$ 4,314	\$ 4,401	\$ 87	2.0%	\$ 4,305	\$ 4,515	\$ 210	4.9%
Sales Tax	\$ 10,827	\$ 10,730	\$ (97)	(0.9%)	\$ 11,123	\$ 10,750	\$ (373)	(3.4%)
Public Utility	707	719	12	1.7%	704	704	0	0.0%
Cigarette	174	174	0	0.0%	166	166	0	0.0%
Inheritance	789	805	16	2.0%	600	685	85	14.2%
Liquor	169	168	(1)	(0.6%)	167	167	0	0.0%
Insurance	571	601	30	5.3%	577	675	98	17.0%
Corporate Franchise	167	202	35	21.0%	162	182	20	12.3%
Investment Income	658	740	82	12.5%	500	675	175	35.0%
Cook County IGT	244	244	0	0.0%	244	244	0	0.0%
Other	797	798	1	0.1%	843	843	(0)	(0.0%)
TOTAL STATE REVENUES	\$ 48,102	\$ 48,738	\$ 636	1.3%	\$ 49,023	\$ 49,008	\$ (15)	(0.0%)
Federal Revenues	\$ 4,016	\$ 3,800	\$ (216)	(5.4%)	\$ 4,071	\$ 3,875	\$ (196)	(4.8%)
Transfers In	\$ 3,110	\$ 3,136	\$ 26	0.9%	\$ 2,961	\$ 3,000	\$ 39	1.3%
Lottery	815	804	(11)	(1.3%)	832	827	(5)	(0.6%)
Gaming	250	250	0	0.0%	370	370	0	0.0%
Adult-Use Cannabis	117	108	(9)	(7.7%)	120	108	(12)	(10.0%)
Sports Wagering	323	369	46	14.4%	344	400	56	16.3%
Other	1,605	1,605	0	0.0%	1,295	1,295	(0)	(0.0%)
TOTAL REVENUES	\$ 55,228	\$ 55,673	\$ 445	0.8%	\$ 56,055	\$ 55,883	\$ (173)	(0.3%)

Fiscal Year 2026

Through April 2026, the State's General Funds forecast has experienced overall gains resulting in an upward revision of a **net \$445 million**, or **0.8%**, above the February 2026 estimate.

- IIT and CIT were revised upwards by a combined **net \$557 million**, reflecting solid collections through the April tax season.
- Sales taxes, which are assessed on the purchase price of goods, were revised downwards by **\$97 million (net)**. This downward revision is partly linked to increased gas prices. While the state does assess a state sales tax on gasoline, 80% of these revenues are not deposited into the General Funds in fiscal year 2026.
- Other sources like investment income, inheritance, corporate franchise, insurance and sports wagering were revised upwards based on their performance year-to-date.
- Federal sources, which for the General Funds are mainly reimbursements from the federal government for state Medicaid and Medicaid waiver spending, were behind **\$97 million** through the end of April. Based on the remaining reimbursable spending and effective draw rate, it is estimated that the revenue shortfall will not be made up with remaining draws in fiscal year 2026.

Fiscal Year 2027

The fiscal year 2027 revenue estimate is impacted by the changes stemming from fiscal year 2026 along with new information that wasn't available for the February 2026 forecast. For fiscal year 2027, an accounting process done by the Department of Revenue (DOR) for the annual "business tax true-up" will impact the forecast for both IIT and CIT.

Illinois imposes income (CIT), replacement (PPRT), and passthrough (IIT) taxes on business income. Businesses are required to estimate their income tax obligations throughout the year and make estimated payments. Tax returns are filed after the year has ended and final information is available. IDOR initially deposits business income taxes into state funds using estimates. Each spring, IDOR reconciles tax returns to initial estimates and calculates the statutorily required adjustments to true-up fund deposits, so they agree to the tax returns. New estimated fund deposit rates are calculated from the reconciliation. The true up adjustments and new rates are applied to the following fiscal year.

The fiscal year 2027 true-up adjustments and deposit rates were not available at the time the fiscal year 2027 forecast was released. An estimate was used for the forecast. The values are now known. The business income tax true up doesn't lower overall estimated revenues; however, it does shift where the estimated revenues are credited in the forecast. For fiscal year 2027, **\$538 million (net)** is being shifted from IIT when compared to the estimated shift at the time the February forecast was built. **Of the \$538 million (net)**, CIT will receive **\$294 million (net)** and PPRT will receive the remainder. PPRT is not part of the General Funds budget but will provide additional monies to local units of government.

- After accounting for the roughly \$538 million (net) reduction due to the "business tax true-up", the IIT forecast is helped by a stronger economic base highlighted in the above Fiscal Year 2026 section. This results in IIT receiving an overall **\$231 million (net) decrease** for fiscal year 2027.
- Based on data from S&P Global, the economic revenue base for CIT is not forecasted to improve, resulting in a revision upwards of **\$210 million (net)** entirely from the impact of the annual "business tax true-up" mentioned above. The combined net impact for IIT and CIT, after taking into account the "business tax true-up" and revised fiscal year 2026 forecast, is a net decrease of **\$21 million for the General Funds**.
- Based on data from S&P Global, the outlook for rising gas prices is not expected to diminish during fiscal year 2027, resulting in a downward revision of **\$373 million** for the General Funds collections due to estimated pressure on household budgets. In fiscal year 2027, the entire state sales tax on gasoline will be deposited into the state transit funds to support public transportation systems.
- The strength of the fiscal year 2026 performance for sources like investment income, inheritance, insurance and sports wagering are expected to carry over into fiscal year 2027. This is resulting in an upwards revision of a net \$417 million for those sources.
- The Federal General Funds revenue forecast is lowered by \$196 million based on underperformance seen in fiscal year 2026.

The revised forecast total, assuming the General Assembly enacts the fiscal year 2027 adjustments proposed in the fiscal year 2027 introduced budget, totals \$55,883 million, or \$173 million (or 0.3%) below the February 2026 estimate.

Year-to-Date General Funds Expenditures

Note: Budgeted figures below reflect the forecast for spending from General Funds appropriations for fiscal year 2026. Budgeted monthly expenditures were determined by analyzing historical data on the timing of vouchers presented. Public Act 103-0588 allows the Illinois Office of the Comptroller (IOC) to request from the State retirement systems additional pension vouchers for a given month over the required 1/12th of the certified pension payment amount. This pension “pre-payment” allows the retirement systems to pay annuitants directly and to keep the investment for longer, thereby potentially accruing additional investment returns. While this flexibility does allow the IOC to prepay state pension payments similar to their current ability to prepay interfund transfers to support Medicaid and Group Insurance, it does not allow them to make annual pension contributions above the certified amount for a fiscal year. Because the timing of prepayments are unknown, budgeted expenditures for the fiscal year will continue to reflect a 1/12th payment of the annual certified amount.

General Funds Monthly Expenditures					
Through April 2026					
(\$ millions)					
	April FY25 Actual	April FY26 Budgeted*	April FY26 Actual	Budgeted vs Actual	
				Dollar Variation	Percent Variation
Healthcare and Family Services	\$ 738	\$ 1,204	\$ 1,368	\$ 164	13.6%
State Board of Education	\$ 932	\$ 976	\$ 908	\$ (68)	(7.0%)
Retirement Systems	\$ 1,706	\$ 878	\$ 2,020	\$ 1,142	130.1%
Chicago Teacher's Pension System	\$ 28	\$ 30	\$ 87	\$ 57	193.1%
Dept of Human Services	\$ 694	\$ 749	\$ 672	\$ (76)	(10.2%)
Department on Aging	\$ 177	\$ 202	\$ 156	\$ (46)	(22.7%)
Department of Corrections	\$ 145	\$ 171	\$ 169	\$ (2)	(1.4%)
Group Insurance (CMS)	\$ 400	\$ 169	\$ 425	\$ 256	151.5%
Higher Education	\$ 97	\$ 108	\$ 181	\$ 73	67.8%
Other Agencies	\$ 413	\$ 464	\$ 424	\$ (39)	(8.5%)
Total	\$ 5,330	\$ 4,951	\$ 6,411	\$ 1,460	29.5%

General Funds Year-to-Date Expenditures					
Through April 2026					
(\$ millions)					
	FY25 YTD Actual	FY26 YTD Budgeted*	FY26 YTD Actual	Budgeted vs Actual	
				Dollar Variation	Percent Variation
Healthcare and Family Services	\$ 7,105	\$ 7,162	\$ 7,330	\$ 167	2.3%
State Board of Education	\$ 8,645	\$ 8,984	\$ 8,907	\$ (78)	(0.9%)
Retirement Systems	\$ 10,017	\$ 9,271	\$ 10,430	\$ 1,159	12.5%
Chicago Teacher's Pension System	\$ 296	\$ 306	\$ 363	\$ 57	18.6%
Dept of Human Services	\$ 5,554	\$ 5,847	\$ 5,783	\$ (63)	(1.1%)
Department on Aging	\$ 1,217	\$ 1,403	\$ 1,380	\$ (23)	(1.6%)
Department of Corrections	\$ 1,351	\$ 1,468	\$ 1,467	\$ (1)	(0.1%)
Group Insurance (CMS)	\$ 2,112	\$ 2,228	\$ 2,315	\$ 87	3.9%
Higher Education	\$ 2,365	\$ 2,281	\$ 2,360	\$ 79	3.5%
Other Agencies	\$ 3,375	\$ 3,771	\$ 3,729	\$ (41)	(1.1%)
Total	\$ 42,037	\$ 42,722	\$ 44,065	\$ 1,343	3.1%

Source: Illinois Office of the Comptroller and Governor's Office of Management and Budget

Note: Lapse period spending is not included in this table. Amounts reflect only vouchers presented from FY26 appropriations.

Appropriation Line Transfers

Each fiscal year, State agencies receive individual appropriations from specific funds for specific purposes. Examples of these would be individual appropriations for expenses such as personal services (payroll), equipment, commodities or printing. The State Finance Act (30 ILCS 105/13.2) authorizes agencies to transfer up to 2 percent of their aggregate operational and lump sum appropriation, as defined in statute, among operational line items as long as the appropriations are shifted from within the same fund. For fiscal year 2026, this limit was increased to 4 percent.

The table below discloses all fiscal year 2026 transfers between appropriation lines exceeding 2 percent.

Appropriation Line Transfers						
Through April 2026						
Agency	Fund	From Line	To Line	Date	Amount	Total Transferred YTD
Veterans' Affairs	Quincy Veteran Home	Personal Service	Operational Expenses	Various	\$ 1,000,000	\$ 1,525,000
	Manteno Veterans Home	Various	Various	Various	\$ 75,000	
	General Revenue Fund	Various	Various	Various	\$ 450,000	
Environmental Protection Agency	Solid Waste Management	Various	Various	Various	\$ 75,000	\$ 1,100,000
	Underground Storage Tank	Contractual	Group Insurance	Various	\$ 775,000	
	Used Tire Management	Contractual	Group Insurance	Various	\$ 250,000	
Department of Natural Resources	Illinois Forestry Development	USDA - Forest Landowner Support	Expenses of the Urban Forestry Program	Various	\$ 550,000	\$ 550,000
Workers' Compensation	IL Workers' Comp Comm Operations	General Office	Group Insurance	Various	\$ 723,000	\$ 723,000
Department of Corrections	General Revenue Fund	Various	Various	Various	\$ 62,122,450	\$62,122,450
Department of Agriculture	Agricultural Premium	Various	Various	Various	\$ 553,390	\$ 3,686,390
	General Revenue Fund			Various	\$ 46,000	
	Wholesome Meat			Various	\$ 87,000	
	Agriculture Federal Projects			Various	\$ 3,000,000	

Appendix

Appendix A – Reporting Requirements Related to this Report

(20 ILCS 3005/7.4)

Sec. 7.4. Monthly revenue reporting. No later than the 15th day following the end of each month, the Office shall prepare and publish a written report including, at a minimum, the following information:

- (1) year-to-date general funds revenues as compared to anticipated revenues;
- (2) year-to-date general funds expenditures as compared to the then current fiscal year budget as enacted; and
- (3) any transfer between budget lines pursuant to Section 13.2 of the State Finance Act exceeding 2%.

(Source: P.A. 103-588, eff. 6-5-24.)